

Morning Mantra 18th July, 2016

The Indian markets are likely to be in green, reacting to the report that exports snapped 18-month downward spiral and rose by 1.27% in June to \$22.28 billion.

Rising exports and decline in imports also brought down the trade deficit in June to \$ 8.11 billion as against \$10.82 billion in the year-ago month.

There will be cautiousness with the Monsoon session of the Parliament starting from today with key economic bills including the long pending GST Bill to be passed.

The rate sensitives may show some reaction to RBI governor Raghuram Rajan's statement ahead of his last monetary policy review on August 9, rejecting criticism that the central bank is behind the curve in reducing interest rates.

There will be buzz in the telecom stocks, as the telecom department (DoT) has found faults in the Telecom Regulatory Authority of India's (Trai) revised formula to calculate telcos' annual spectrum usage charge.

Nifty Levels

Close	8541			
Support	8520	8490	8455	8420
Resistance	8570	8599	8620	8665

Important Results Today

Aro Granite, Exide Industries, Hindustan Unilever, MindTree and Gruh Finance

Global Indices –15th July, 2016

Dow	+10.14(+0.05%)
Nasdaq	-4.47(-0.09%)
S&P500	-2.01(-0.09%)
SGX Nifty (Today)	+18.00(+0.21%)

Institutional Activities –15th July, 2016

FII Cash	+1461.26crs
DII Cash	-1033.97crs
FII F&O	-767.27crs

US. Markets

The US markets made a mixed closing in last session.

Other Information

The Asian markets have made a mixed start with some indices trading modestly in red; however, the Japanese market has extended its lead as the yen extended its biggest weekly decline since 2009.

NY Crude Oil \$45.24/barrel

Rs./\$ -67.07

F&O Ban

BANKINDIA, CANBK, IBREALEST, JINDALSTEL and JPASSOCIAT

Corporate/Media News

Reliance Industries: The consolidated profit for Q1FY17 rose 18% to Rs 7,113 crores (\$1.1 billion), backed by strong margins in its refining and petrochemicals business.

Ashok Leyland will be setting up a bus assembly plant in Kenya with an investment of Rs.70 crores as part of its global expansion plans.

Monsanto: Bayer AG has raised the stakes in its attempt to buy Monsanto Co. The German company upped its bid to \$54.7 billion in cash, a \$3-a-share increase to \$125 a share.

Axis Bank, IDFC Bank: Reserve Bank of India (RBI) has allowed foreign investors to up their stakes in Axis Bank Ltd and IDFC Bank Ltd to up to 74% and 46%, respectively.

VRL Logistics: Private equity firm New Silk Route (NSR) on Friday sold its remaining 5.16% stake in VRL Logistics through a block trade on the stock exchanges for Rs.147 crores.

IOC, HPCL, BPCL: Indian Oil Corp (IOC) said that it will cut the price of diesel by 0.8 percent from Saturday and that of petrol by 3.5 percent, the company said in a statement.

Jindal Poly has commissioned 7th BOPP films production line of 41,000 TPA increasing the India BOPP capacity to 251,000 TPA at its Nasik (Maharashtra) Location, said a media report.

Dr Reddy's Laboratories expects complex generics, proprietary products, including creation of branded generics platform in the US, to be the main drivers of its growth going forward.

LT Foods has acquired iconic brand 817 Elephant brand of rice through its UK subsidiary to further strengthen its existing presence in Canada, USA and Israel.

Bharti Airtel announced a major cut in data tariffs on Sunday, the reduction coming just a few days after data benefits were also thrown in by Birla-owned Idea cellular.

Den Networks, which runs a TV merchandise channel in association with Jasper Infotech, will increase its stake in the venture to 82.87%.

Tata Motors plans to raise Rs 3,000 crores in the next 12 months through non-convertible debentures (NCDs) or rupee denominated non-convertible foreign currency bonds on a private placement basis.

Lakshmi Vilas Bank is looking to raise Rs 400-500 crores by issuing fresh equity shares to shore up depleting capital and meet funding needs for the next two fiscals.

Fundamental Calls

<u>Scripts</u>	<u>Initiation Date</u>	<u>Initiation price (Rs.)</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>
Uflex	04-May-15	119.00	236.70	240.00 (TargetAchieve)
IG Petrochemicals	21-July-15	114.00		180.00
Tinplate Company of India	29-July-15	66.00	82.15	90.00
Rural Electrification Corp.	17-Aug-15	259.25	200.05	337.00
Sutlej Textiles	04-Nov-15	451.20	686.55	645.00 (TargetAchieve)
Transpek Industry	07-Dec-15	375.50	392.00	488.00
Kalyani Steel	18-Dec-15	173.30	186.15	225.30
KNR Constructions	24-Dec-15	582.50	570.00	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	260.05	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	327.00	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	239.75	340.00
Lumax Auto Technologies	27-Jan-16	333.00	321.30	460.00
Alembic Pharma	29-Jan-16	617.75	574.00	800.00
State Bank of Bikaner & Jaipur	13-Feb-16	460.00	683.80	700.00
Pricol	20-Feb-16	50.00	96.25	90.00 (TargetAchieve)
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	597.00	756.00

The Ramco Cements Ltd.	19-Mar-16	396.00	564.85	516.00 (TargetAchieve)
Oriental Carbon & Chemicals Ltd.	26-Mar-16	486.00	640.25	630.00 (TargetAchieve)
PTC India Ltd.	08-Apr-16	62.05	79.05	80.00 (TargetAchieve)
Sintex Inds.	15-Apr-16	83.00	80.20	116.00
Richa Inds.	23-Apr-16	35.80	30.30	50.00
KCP Ltd.	29-Apr-16	84.00	102.35	118.00
Indraprastha Gas Ltd.	07-May-16	572.80	603.00	744.00
Exide Inds.	21-May-16	146.45	179.80	190.00
VTM Ltd.	20-May-16	30.60	29.65	46.00
DCM Shriram Ltd	28-May-16	187.00	209.00	252.00
Gulshan Polyols	04-June-16	336.00	370.00	471.00
Finolex Industries	13-June-16	410.75	456.00	534.00
DTIL	21-June-16	301.00	330.00	424.00
Salzer Electronics	25-June-16	206.00	247.50	290.00
GHCL	02-July-16	192.00	195.45	270.00
Karur Vysya Bank	09-July-16	530.10	524.15	690.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
BOSCH	23907	2550	22700
HDFCBANK	1224	1290	1200
<u>SELL</u>			
TECHM	504	485	510

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